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GIMMIE HOUSE, INC.
BATON ROUGE, LOUISIANA
FINANCIAL STATEMENTS
YEAR ENDING DECEMBER 31, 2001

Under provisions of state law, this report is a public document. A copy of this report has been submitted to the county and other appropriate public officials. The report is intended for public inspection by the citizens. Major office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.



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Donald C. DeVille

CERTIFIED PUBLIC ACCOUNTANT
TAX CONSULTANT
BAPTISTVILLE, LOUISIANA 70502
225 867-6228

MEMBER
AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

March 27, 2003

Members of the Board of Directors
O'Brien House, Inc.
Baton Rouge, Louisiana

I have audited the accompanying statement of financial position of O'Brien House, Inc. (a non-profit organization) as of December 31, 2001, and the related statements of activities, functional expenses and cash flows, for the year then ended. These financial statements are the responsibility of O'Brien House, Inc.'s management. My responsibility is to express an opinion of these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provided a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the O'Brien House, Inc. as of December 31, 2001, and the changes in net assets and its cash flows for the year then ended in conformity with generally accepted accounting principles.

In accordance with Government Auditing Standards, I have also issued a report dated March 27, 2003, on our consideration of O'Brien House, Inc.'s internal control over financial reporting and our tests of its compliance with laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with Governmental Auditing Standards and should be read in conjunction with this report in considering the results of our audit.

My audit was made for the purpose of forming an opinion on the financial statements of O'Brien House, Inc. taken as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, in my opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.

Donald C. DeVille

QIMBIEN HOUSE, INC.
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2001
(Mich Comparative Totals for 2000)

	UNRESTRICTED	TEMPORARILY RESTRICTED	TOTAL 2001	TOTAL 2000
ASSETS				
CASH	586,706	54,165	\$740,871	\$112,833
RECEIVABLE-GRAFTS	42,523	-0-	42,523	49,416
PREPAID	-0-	-0-	-0-	1,106
FIXED ASSETS	541,269	-0-	541,269	566,450
TOTAL ASSETS	<u>650,498</u>	<u>4,165</u>	<u>654,663</u>	<u>730,825</u>
LIABILITIES AND NET ASSETS				
LIABILITIES				
REORGANIZATION LOAN	\$186,643	\$-0-	\$186,643	\$186,643
LINE OF CREDIT	49,356	-0-	49,356	-0-
ACCOUNTS PAYABLE	15,378	-0-	15,378	9,135
EMPLOYER WITHOLDING	125	-0-	125	3,642
ACCRUED WAGES PAYABLE	21,867	-0-	21,867	18,391
ACCRUED VACATION PAYABLE	7,442	-0-	7,442	9,561
SCORON CLIENT ACCOUNTS	-0-	4,075	4,075	25,166
TOTAL LIABILITIES	<u>279,611</u>	<u>4,075</u>	<u>283,686</u>	<u>252,647</u>
NET ASSETS				
Unrestricted	<u>370,814</u>	<u>80</u>	<u>371,894</u>	<u>467,278</u>
TOTAL LIABILITIES & NET ASSETS	<u>650,498</u>	<u>4,165</u>	<u>654,663</u>	<u>730,825</u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

O'BRIEN MOWER, INC.
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2001
(With Comparative Totals for 2000)

		TEMPORARILY	<u>TOTAL</u>	
	<u>UNRESTRICTED</u>	<u>RESTRICTED</u>	<u>2001</u>	<u>2000</u>
REVENUE AND OTHER SUPPORT:				
CONTRIBUTIONS	\$83,888	\$-0-	\$83,888	\$138,888
GOVERNMENT GRANTS	438,135	-0-	438,135	378,574
OTHER GRANTS	8,433	-0-	8,433	3,797
UNITED WAY ALLOCATIONS	263,888	-0-	263,888	189,308
PROGRAM SERVICE FEES	21,583	-0-	21,583	47,873
RENT	5,397	-0-	5,397	-0-
INTEREST INCOME	861	-0-	861	2,228
SPECIAL EVENTS	24,818	-0-	24,818	17,844
WINDING	5,023	-0-	5,023	4,058
OTHER	1,832	-0-	1,832	3,338
GAIN/LOSS ON FIXED ASSETS	-0-	-0-	-0-	-0-
TOTAL	<u>\$835,558</u>	<u>-0-</u>	<u>\$835,558</u>	<u>726,894</u>
EXPENSES:				
PROGRAM SERVICES	\$802,813	-0-	\$802,813	\$628,634
MANAGEMENT & GENERAL	129,319	-0-	129,319	109,164
TOTAL EXPENSES	<u>\$931,932</u>	<u>-0-</u>	<u>\$931,932</u>	<u>748,188</u>
EXCESS (DEFICIENCY) OF REVENUE AND OTHER SUPPORT OVER EXPENSES	<u>(96,374)</u>	<u>-0-</u>	<u>(96,374)</u>	<u>(21,894)</u>
NET ASSETS, January 1	<u>487,378</u>	<u>-0-</u>	<u>487,378</u>	<u>483,833</u>
ADAC MERGER OF ASSETS	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>3,439</u>
NET ASSETS, December 31	<u>\$391,004</u>	<u>-0-</u>	<u>\$391,004</u>	<u>487,378</u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

CARRIS HOUSE, INC.
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2021
 (With Comparative Totals For 2020)

	<u>PROGRAM</u> <u>SERVICES</u>	<u>MANAGEMENT</u> <u>GENERAL</u>	<u>TOTALS</u>	
			<u>2021</u>	<u>2020</u>
SALARIES	\$454,879	\$88,131	\$544,310	\$413,324
PAYROLL TAXES	28,143	6,739	44,830	29,434
EMPLOYEE BENEFITS	27,478	4,849	32,327	28,833
ACCOUNTING	22,819	4,029	26,848	15,986
SUPPLIES	38,146	6,913	45,077	23,748
FOOD AND BEVERAGE	48,903	-0-	48,903	54,987
TELEPHONE	15,877	2,902	18,679	7,951
POSTAGE	3,420	839	4,259	4,585
OCCUPANCY	28,764	5,252	34,016	39,206
MAINTENANCE	13,493	2,261	15,674	28,219
PRINTING	1,846	347	2,213	869
TRAVEL	7,471	2,318	9,789	24,361
CONFERENCES	13,320	2,259	15,470	22,898
INTEREST AND PENALTIES	1,496	243	1,739	143
DEPRECIATION	27,250	4,809	32,059	13,557
INSURANCE	30,313	5,348	35,662	23,967
SPECIFIC ASSISTANCE	4,500	-0-	4,500	3,398
DUES AND MEMBERSHIPS	1,833	271	2,104	622
SPECIAL EVENTS	6,154	-0-	6,154	5,816
L.N.M. & SPIRITUALITY	450	-0-	450	3,340
PROFESSIONAL & CONSULTING	9,884	-0-	9,884	5,197
MISCELLANEOUS	5,826	867	6,613	6,166
RAID COST	-0-	-0-	-0-	1,182
PREVENTION-ADAC	-0-	-0-	-0-	3,299
TOTAL EXPENSE	<u><u>\$602,413</u></u>	<u><u>128,319</u></u>	<u><u>\$731,933</u></u>	<u><u>748,789</u></u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS.

GEMINI HOTEL, INC.
STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2001
 (With Comparative Totals for 2000)

	2001	2000
<u>CASH FLOWS FROM OPERATING ACTIVITIES:</u>		
Increase (Decrease) In Net Assets	\$(26,174)	(21,894)
Adjustments To Reconcile Increase In Net Assets To Net Cash Provided By Operating Activities:		
Depreciation	32,088	33,887
Cash Acquired in Merger	-0-	138,833
Other	-0-	(394)
(Increase) Decrease In Operating Assets:		
Receivable-Employees	-0-	1,182
Receivable-Grant	(2,987)	(4,824)
Prepaid Expenses	1,186	(606)
Increase (Decrease) In Operating Liabilities:		
Accounts Payable	6,235	(697)
Withholding	(3,837)	(48)
Accrued Wages	5,887	6,474
Accrued Vacation	(1,819)	9,561
Borrow-AGAC	(21,154)	26,188
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>179,714</u>	<u>9,966</u>
<u>CASH FLOWS FROM INVESTING ACTIVITIES:</u>		
Purchase of Equipment & Building Improvements	(6,878)	(4,710)
<u>CASH FLOWS FROM FINANCING ACTIVITIES:</u>		
Proceeds of Long-Term Borrowings	49,960	-0-
Repayment of Long-Term Debt	(6,510)	-0-
NET CASH PROVIDED FROM FINANCING ACTIVITIES	<u>43,450</u>	<u>-0-</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(43,162)	9,136
CASH AND CASH EQUIVALENTS, Beginning of Year	<u>112,603</u>	<u>103,897</u>
CASH AND CASH EQUIVALENTS, End of Year	<u>69,441</u>	<u>112,603</u>

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT.

O'BRIEN HOUSE, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2001

NOTE #1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

O'Brien House, Inc. is a Louisiana non-profit corporation whose mission is to contribute to a sustained reduction in the use and abuse of alcohol, tobacco, and other chemicals proven to be hazardous to human health and detrimental to community well being. To create a presence in the community which inspires and promotes sobriety and healthy living.

BASIS OF PRESENTATION

The O'Brien House has adopted Statement of Financial Accounting Standards No. 117 (SFAS No. 117), **Financial Statements of Not-for-Profit Organizations**. Under SAS No. 117, the O'Brien House is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. In addition, the O'Brien House is required to present a statement of cash flows. The O'Brien House does not use fund accounting.

PROMISES TO GIVE

Contributions are recognized when the donor makes a promise to give to the O'Brien House that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets depending on the nature of the restrictions. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets.

Accounts receivable are written-off under the direct write-off method whereby bad debts are recorded when a receivable is deemed uncollectible. If they are subsequently collected they are recorded as miscellaneous income. The direct charge-off method is not a material departure from GAAP as it approximates the valuation method.

DONATED SERVICES

During the year the value of contributed services meeting the requirements for recognition in the financial statements was not material and has not been recorded.

O'BRIEN HOUSE, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2001

Contributions

The O'Brien House has also adopted GPAS No. 116, "Accounting for Contributions Received And Contributions Made." Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted supported depending on the existence or nature of any donor restrictions.

Tax Status

The O'Brien House is exempt from Federal Income Taxes under Section 501 (c) (3) of the Internal Revenue Code, and has been designated as an organization which is not a private foundation.

CASH AND CASH EQUIVALENTS

For the purposes of the statement of cash flows, the organization considers all unrestricted highly liquid investments with maturity of three months or less to be cash equivalents.

INVENTORIES

Inventory is stated at the lower cost or market, determined by the first-in, first-out method. There were no inventories at year end.

PREPAID

Insurance and similar services which extend over more than one accounting period have been recorded as expenses.

USE OF ESTIMATES

The preparation of financial statements in conformity with generally accepted accounting principles require management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

PROPERTY AND EQUIPMENT

The purchase of property and equipment is recorded at cost. Donations of property and equipment are recorded as support at their estimated fair value. Such donations are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted support. Property and equipment is depreciated using the straight-line method over the estimated useful lives of 5 to 10 years.

O'BRIEN HOUSE, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2001

COMPARATIVE DATA

Comparative data for the prior year have been presented in the accompanying financial statements to provide an understanding of changes in the O'Brien House's financial position and operations. However, presentation of comparative data by fund type have not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to read.

NOTE #1. CONCENTRATION OF CREDIT RISK FOR CASH HELD IN BANK

The O'Brien House maintains several bank accounts at three financial institutions. Accounts at an institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$100,000.

At December 31, 2001, the O'Brien House had cash and cash equivalents (bank balances) totaling \$48,319. These deposits are stated at cost which approximates market. At December 31, 2001, the O'Brien House had \$191,431 in deposits (collected bank balances) which was secured by FDIC insurance.

NOTE #3. GRANTS RECEIVABLE

Grants receivable at year-end comprise of the following:

	2001	2000
Veterans Administration	\$4,910	\$7,288
Louisiana Dept Health & Hospitals	39,310	18,888
Department of Corrections-Hunt	1,953	2,331
East Baton Rouge City-Parish	15,917	12,888
Total	<u>42,933</u>	<u>40,435</u>

NOTE #4. FIXED ASSETS

A summary of Fixed Assets at year end is as follows:

	GROSS	ACCUMULATED DEPRECIATION	BOOK VALUE
Land	\$71,500	0-0-	\$71,500
Building	682,888	161,828	420,873
Equipment	183,552	81,828	21,824
Equipment-ADAC	44,598	17,258	7,349
Vehicle	82,177	43,214	9,863
Total	<u>\$865,481</u>	<u>324,212</u>	<u>\$461,269</u>

O'BRIEN HOUSE, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2001

NOTE #5. LOANS

The Organization has a rehabilitation loan for \$188,842, originally \$198,000, authorized by the City of Baton Rouge-Parish of East Baton Rouge with 0% interest. This loan was converted into a mortgage loan in 2001, with 340 payments of \$782 per month 188,842

The Organization also has of \$49,388 Line Of Credit with Bank One, \$8,000 authorized, @ 8.50% interest 49,388

Total 238,230

Matrices on notes payable are as follows:

<u>Year</u> <u>Ended</u>	<u>City-</u> <u>Parish</u>	<u>Bank</u> <u>One</u>	<u>Total</u>
12-31-2002	\$8,800	\$-0-	\$8,800
12-31-2003	9,500	-0-	9,500
12-31-2004	9,500	-0-	9,500
12-31-2005	9,500	49,388	58,888
12-31-2006	9,500	-0-	9,500
Thereafter	138,542	-0-	138,542
Total	<u>188,842</u>	<u>49,388</u>	<u>238,230</u>

NOTE #6. TEMPORARILY RESTRICTED ASSETS

O'Brien House, Inc. holds funds on behalf of its clients. At year-end the balance of these funds are as follows:

Client Savings \$4,076

NOTE #7. ASSIMILATION

In December 2000, Alcohol and Drug Abuse Council, Inc. (ADAC), a 501 C 3 non profit corporation, programs were assimilated into O'Brien House, Inc.

The assets and liabilities of ADAC are included in these financial statements except for the Social Security Representative Payee Accounts under dispute.

O'BRIEN HOUSE, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2001

NOTE #8. CONTINGENCIES

The O'Brien House receives a portion of its revenues from government grants and contracts, all of which are subject to audit by the governments. The ultimate determination of amounts received under these programs generally is based upon allowable costs reported to and are subject to audit by the government. Until such audits, if any, there exists a contingency to refund any amount received in excess of allowable cost. Management is of the opinion that no material liability will result from such audits.

NOTE #9. ECONOMIC DEPENDENCY

The O'Brien House receives the majority of its revenues from funds provided through grants administered by the Louisiana Department of Health & Hospitals, East Baton Rouge City-Parish and the United Way. The grant amounts are appropriated each year by the federal and state governments and the local United Way. If significant budget cuts are made at the federal, state and/or local level the amount of funds the O'Brien House receives could be reduced significantly and have an adverse impact on its operations. Management is not aware of any actions that will adversely affect the amount of funds the O'Brien House will receive in the next fiscal year.

NOTE #10. REISSUED REPORT

The audit report is dual dated to reflect a change in the original audit report issued March 27, 2002. A deletion was made to the restricted assets for the Social Security Representative Payee accounts that were not acquired by O'Brien House with the assimilation with Alcohol and Drug Abuse Council in December 2000.

SUPPLEMENTAL INFORMATION

O'DRISKE HOUSE, INC.
SCHEDULE OF REPOSITORIES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2001

PROGRAM TITLE	CYFA NUMBER	FEDERAL REVENUE RECEIVED	FEDERAL REVENUE RECOGNIZED	TOTAL EXPENDITURES
<u>DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>				
Passed Through State of Louisiana				
Department of Health & Hospitals				
Alcohol & Drug Abuse	99,959		<u>\$234,497</u>	<u>\$234,497</u>
<u>DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>				
Passed Through City of Baton Rouge				
Community Development				
Emergency Shelter Grant Prog	14,028		13,900	13,900
Supportive Housing Program			67,664	67,664
Passed Through Veterans Administration				
Community Based Residential Care			51,095	51,095
Treatment & Rehabilitative Services			<u>132,959</u>	<u>132,959</u>
TOTALS			<u>367,516</u>	<u>367,516</u>

Donald C. DeVille

CERTIFIED PUBLIC ACCOUNTANT
THE BUREAU OF TAXES
BATCH HOUSE, LOUISIANA 70003
225 387-7825

NO. 100
FEDERAL BUREAU OF INVESTIGATION
WASHINGTON, D.C. 20535

**REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL
REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

March 27, 2003

To the Board of Directors
The O'Brien House
Baton Rouge, Louisiana

I have audited the financial statements of the O'Brien House, Inc. as of and for the year ended December 31, 2002, and have issued my report thereon dated March 27, 2003. I conducted my audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

COMPLIANCE

As part of obtaining reasonable assurance about whether O'Brien House Inc.'s financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of my audit and, accordingly, I do not express such an opinion. The results of my tests disclosed instances of noncompliance that are required to be reported under Government Auditing Standards.

INTERNAL CONTROL OVER FINANCIAL REPORTING

In planning and performing my audit, I considered O'Brien House's internal control over financial reporting in order to determine my auditing procedures for the purpose of expressing my opinion on the financial statements and not to provide assurance on the internal control over financial reporting. However, I noted certain matters involving the internal control over financial reporting and its operations that I consider to be reportable conditions. Reportable conditions involve matters coming to my attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in my judgement, could adversely affect its ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements. Reportable conditions are described in the accompanying schedule of findings.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

I noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of management, board members, and federal awarding agencies, pass-through entities, and state Legislative Auditor and is not intended to be and should not be used by anyone other than these specified parties.

W. R. R. R. R.

Donald C. DeVille

CERTIFIED PUBLIC ACCOUNTANT
REGISTERED IN THE
STATE OF MISSISSIPPI
222 TAC 1829

REPORT
OF THE
COMPTROLLER GENERAL OF THE
UNITED STATES OF AMERICA

**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO
EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

March 23, 2001

To the Board of Directors
The O'Brien House, Inc.
Baton Rouge, Louisiana

Compliance

I have audited the compliance of The O'Brien House, Inc. with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended December 31, 2001. The organization's major federal programs are identified in the schedule of federal financial assistance. Compliance with the requirements of law, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the organization's management. My responsibility is to express an opinion on the O'Brien House, Inc.'s compliance based on my audit.

I conducted my audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on the major federal program occurred. An audit includes examining, on a test basis, evidence about the O'Brien House Inc. compliance with those requirements and performing such other procedures as I considered in the circumstances. I believe that my audit provides a reasonable basis for my opinion. My audit does not provide a legal determination on the O'Brien House, Inc.'s compliance with those requirements.

In my opinion, the O'Brien House, Inc. complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2001.

Internal Control Over Compliance

The management of the O'Brien House, Inc. is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grant applicable to federal programs. In planning and performing my audit, we considered the O'Brien House, Inc.'s internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine my auditing procedures for the purpose of expressing my opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

My consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. I noted no matters involving the internal control over compliance and its operation that I consider to be material weaknesses.

This report is intended solely for the information and use of management, others within the organization and federal awarding agencies, pass-through entities, and Louisiana State Legislative Auditor and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in dark ink, appearing to read "R. C. Smith", is written over the bottom right portion of the page.

O'DRISKE MOTORS, INC.
SCHEDULE OF PRIOR YEARS AUDIT FINDINGS
FOR YEAR ENDED DECEMBER 31, 2001

FISCAL YEAR		CORRECTIVE ACTION TAKEN (YES, NO, PARTIALLY)	CORRECTIVE ACTION/PARTIAL CORRECTIVE ACTION TAKEN
REF	FINDING		
NO.	INITIALLY		
NO.	COPIED	DESCRIPTION OF FINDING	
1.	12-31-00	Sample revealed six unsupported charges.	NO New Accountant Hired.

GARRISON HOUSE, INC.
SCHEDULE OF FINDINGS
DECEMBER 31, 2001

REPORTABLE CONDITION: Seven out of ten bank reconciliations differed from the general ledger by \$104, \$13,409, \$1, \$111, \$1,494, \$113 and \$110, netting a \$1,843 decrease in cash.

CRITERIA: Good internal control requires that the general ledger be reconciled to the bank statements in a timely manner to assure that all transactions are recorded timely.

CAUSE: There were six different accountants during the year.

EFFECT: There is no material effect to these financial statements.

RECOMMENDATION: I recommend that the general ledger be reconciled monthly to the bank statements.

* * * *

REPORTABLE CONDITION: Out of twenty-one representative payee accounts, there were eight that over spent client balances creating a receivable from the clients totaling \$3,015.

CRITERIA: Payments of clients monies should be limited to client cash available.

CAUSE: The client cash available were not monitored before payments were made.

EFFECT: The general fund will have to reimburse the representative payee account \$3,015 if the funds are not recovered from the clients.

RECOMMENDATION: There is no recommendation since the representative payee account has been discontinued.

* * * *

CHARLES ROYER, INC.
SCHEDULE OF FINDINGS
DECEMBER 31, 2011

REPORTABLE CONDITION: Approximately twenty-seven out of thirty-seven balance sheet accounts had to be adjusted. The general ledger accounts did not adequately represent the correct balances.

CRITERIA: Each general ledger account should be supported with reconciliations and supporting schedules.

CAUSE: The accounts were not reconciled or adequately supported.

EFFECT: Over \$23,181 in audit adjusting entries were made to correct the books, resulting in an increase in net assets of \$23,471.

RECOMMENDATION: Every account should be reconciled and adequately supported.

* * * *

REPORTABLE CONDITION: My examination of a sample of twenty-five transactions totaling \$8,298 revealed seven unsupported charges totaling \$1,519. My examination of individually significant items revealed only one \$4,367 unsupported charge.

CRITERIA: Good accounting control requires that all charges be adequately supported.

CAUSE: There were six different accountants during the year.

EFFECT: \$8,298 in unsupported charges.

RECOMMENDATION: No recommendation is necessary because these unsupported charges happened before the current accountant who has implemented policies to properly file and accounting for all transactions.

* * * *

CARRIEN HOUSE, INC.
CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS
FOR YEAR ENDED DECEMBER 31, 2001

<u>REF</u> <u>NO.</u>	<u>DESCRIPTION</u> <u>OF FINDING</u>	<u>CORRECTIVE</u> <u>ACTION</u> <u>PLANNED</u>	<u>NAME OF</u> <u>CONTACT</u> <u>PERSON</u>	<u>ANTICIPATED</u> <u>COMPLETION</u> <u>DATE</u>
1.	Unreconciled Bank Accounts	New Accountant Hired.	Katherine Martin	3-31-02
		* * * *		
2.	Overpayment Representative Payee Account	Representative Payee Account Close.	Katherine Martin	3-27-02
		* * * *		
3.	Large Number of Audit Journal Entries	New Accountant Hired.	Katherine Martin	1-01-02
		* * * *		
4.	Unsupported Charges	More Carefull Filing Planned	Katherine Martin	1-01-02
		* * * *		